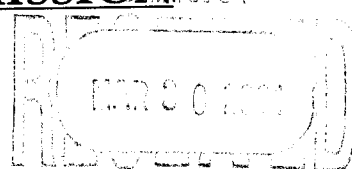


3-30-01  
cm

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**



**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY.**

G

W-02539A WATER  
GRANITE OAKS WATER USERS ASSOCIATION  
PO BOX 4413  
PRESCOTT AZ 86302-0000

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2000
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FOR COMMISSION USE

ANN 04	00
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## COMPANY INFORMATION

Company Name (Business Name) Granite Oaks Water Users As.

Mailing Address P.O. Box 10430

Prescott

(City)

AZ

(State)

86304

(Zip)

(520) 771-9461

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

(520) 717-4737

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

Local Office Mailing Address P.O. Box 10430

(Street)

Prescott

(City)

AZ

(State)

86304

(Zip)

(520) 771-9461

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

(520) 717-4737

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

## MANAGEMENT INFORMATION

Management Contact: Kimble McClymonds

(Name)

Manager

(Title)

2132 Stringfield Dr

(Street)

Prescott

(City)

AZ

(State)

86305

(Zip)

(520) 771-9461

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

(520) 717-4737

Pager/Cell No. (Include Area Code)

Email Address ywp@Northlink.com

On Site Manager: (same)

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address \_\_\_\_\_

Statutory Agent: Robert Busch  
(Name)

2050 W. Live Oak Prescott AZ 86305  
(Street) (City) (State) (Zip)

(520) 443-0589  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: N/A  
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)  | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)  | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)   | <input type="checkbox"/> Association/Co op (A)                            |
| <input type="checkbox"/> Receivership (R)   | <input type="checkbox"/> Limited Liability Company                        |
| <input checked="" type="checkbox"/> Other (Describe) <u>private, non-profit, co-op, corporation</u> |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |                                   |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

Granite Oaks Water  
P.O. Box 10430  
Prescott, AZ 86304

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	12,128	2349	9779
302	Franchises	350	68	282
303	Land and Land Rights	6,000	—	6,000
304	Structures and Improvements	45,896	8,890	37,006
307	Wells and Springs	31,032	6,011	25,021
311	Pumping Equipment	64,708	12,534	52,174
320	Water Treatment Equipment	3,310	641	2,669
330	Distribution Reservoirs and Standpipes	27,440	5315	22,125
331	Transmission and Distribution Mains	531,083	102,870	428,213
333	Services	26,370	5,108	21,262
334	Meters and Meter Installations	10,026	1,942	8,084
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>758,343</b>	<b>145,728</b>	<b>612,615</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	12,128	.02	243
302	Franchises	350	.02	7
303	Land and Land Rights	6,000	—	—
304	Structures and Improvements	45,896	.02	918
307	Wells and Springs	31,032	.02	620
311	Pumping Equipment	64,708	.02	1294
320	Water Treatment Equipment	3,310	.02	66
330	Distribution Reservoirs and Standpipes	27,440	.02	549
331	Transmission and Distribution Mains	531,083	.02	10,622
333	Services	26,370	.02	527
334	Meters and Meter Installations	10,026	.02	201
335	Hydrants 205			119
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>758,343</b>		<b>15166</b>

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

Granite Oaks Water

P.O. Box 10430

Prescott, AZ 86304

**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 371,923	\$ 457,687
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	117	—
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 372,040	\$ 457,687
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 758,343	\$ 758,343
103	Property Held for Future Use		
105	Construction Work in Progress	29,510	36,285
108	Accumulated Depreciation – Utility Plant	(130,562)	(145,728)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 657,291	\$ 648,900
	<b>TOTAL ASSETS</b>	\$ 1,029,331	\$ 1,106,587

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Granite Oaks Water

P.O. Box 10430

Prescott, AZ 86304

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 0	\$ 0
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	58,540	56,246
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	714,616	714,616
272	Less: Amortization of Contributions	(128,859)	(143,251)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 644,297	\$ 627,611
	<b>TOTAL LIABILITIES</b>	\$ 644,297	\$ 627,611
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	7,000	7,000
215	Retained Earnings	378,034	471,976
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 385,034	\$ 478,976
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 1,029,331	\$ 1,106,587

## Granite Oaks Water

COMPANY NAME

P.O. Box 10430

Prescott, AZ 86304

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 175,532	\$ 199,217
460	Unmetered Water Revenue	-	-
474	Other Water Revenues	2257	1,550
	<b>TOTAL REVENUES</b>	\$ 177,789	\$ 200,767
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water	-	-
615	Purchased Power	11,869	14,264
618	Chemicals	3,127	1,787
620	Repairs and Maintenance	7576	10,946
621	Office Supplies and Expense	4525	5,170
630	Outside Services	40,034	53,690
635	Water Testing	-	160
641	Rents	-	-
650	Transportation Expenses	-	-
657	Insurance - General Liability	1,976	4,891
659	Insurance - Health and Life	-	-
666	Regulatory Commission Expense - Rate Case	-	-
675	Miscellaneous Expense	799	1400
403	Depreciation Expense	717	774
408	Taxes Other Than Income	9808	11,314
408.11	Property Taxes	6435	9997
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 86,866	\$ 114,393
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ 12,207	\$ 8267
421	Non-Utility Income	1,011	230
426	Miscellaneous Non-Utility Expenses	844	929
427	Interest Expense	-	
	<b>TOTAL OTHER INCOME/EXP</b>	\$ 12,374	\$ 7568
	<b>NET INCOME/(LOSS)</b>	\$ 103,297	\$ 93,942



Granite Oaks Water  
P.O. Box 10430  
Prescott, AZ 86304

COMPANY NAME

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

N/A

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.	N/A			
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year

\$ \_\_\_\_\_

COMPANY NAME

Granite Oaks Water

P.O. Box 10430

Prescott, AZ 86304

WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-524070	15	80	8	3
55-601103	25	250	14	3

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 54,919,000

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	3	31	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	2800	1
84,000	1	2500	1

## STATISTICAL INFORMATION

Total number of customers	<u>390</u>	
Total number of gallons sold	<u>54,459,300</u>	gallons

COMPANY NAME \_\_\_\_\_

Granite Oaks Water  
P.O. Box 10430  
Prescott, AZ 86304

YEAR ENDING 12/31/2000

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 9,997.12

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

COMPANY NAME Granite Oaks Water YEAR ENDING 12/31/2000  
P.O. Box 10430  
Prescott, AZ 86304 INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported  
Estimated or Actual Federal Tax Liability

Non-Profit Tax exempt  
0  
0

State Taxable Income Reported  
Estimated or Actual State Tax Liability

0  
0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances  
Amount of Gross-Up Tax Collected  
Total Grossed-Up Contributions/Advances

0  
0  
0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

#### CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Kimble McLymonds  
SIGNATURE

3/18/01  
DATE

Kimble McLymonds  
PRINTED NAME

Manager  
TITLE

COMPANY NAME Granite Oaks Water YEAR ENDING 12/31/2000  
P.O. Box 10430

Prescott, AZ 86504

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

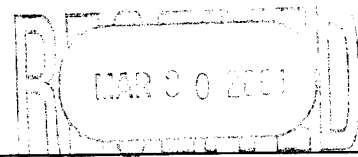
\$ 9,997.12

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

ARIZONA CORPORATION  
COMMISSION



VERIFICATION

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Manager
COMPANY NAME	Granite Oaks Water User Ass.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 200,767

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 11,314  
IN SALES TAXES BILLED, OR COLLECTED

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Kimberly McPherson  
SIGNATURE OF OWNER OR OFFICIAL  
571-9461  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

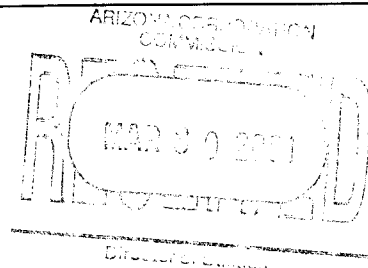
(SEAL)

MY COMMISSION EXPIRES

10/19/01

COUNTY NAME	Yavapai	
MONTH	March	2001
<u>RaVerne Haese</u> SIGNATURE OF NOTARY PUBLIC		

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**



**VERIFICATION**

STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

(COUNTY NAME)	Yavapai	
NAME (OWNER OR OFFICIAL)	Kimble McIllymonds	TITLE Manager
COMPANY NAME	Granite Oaks Water User As.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 200,767
---

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 11,314  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X Kimble McIllymonds  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

NOTARY PUBLIC NAME	LaVerne Haese
COUNTY NAME	Yavapai
MONTH	March 29, 2001

(SEAL)

MY COMMISSION EXPIRES

10-19-01

X LaVerne Haese  
SIGNATURE OF NOTARY PUBLIC



1585  
GRANITE OAK WATER USERS ASSOCIATION, INC.  
P. O. BOX 10430  
PRESCOTT, AZ 86304

3200

PAY  
TO THE  
ORDER OF

Yavapai Co. Treasurer

DATE 10/10/00

91-527-1221

Six Thousand Seven Hundred + Forty One 18/xx \$ 6,741 18/xx  
DOLLARS

NORWEST BANK ARIZONA, N.A.  
SCOTTSDALE HOME OFFICE 38802  
SCOTTSDALE, ARIZONA 85251

FOR

Kimble McClymonds

⑈001585⑈ ⑆122105278⑆5244201880⑈

⑈0000674118⑈

1525

GRANITE OAK WATER USERS ASSOCIATION, INC.  
P. O. BOX 10430  
PRESCOTT, AZ 86304

DATE 4/12/00

91-527-1221

PAY  
TO THE  
ORDER OF

Yavapai Co. Treasurer

Three Thousand Two Hundred Fifty Five 94/xx \$ 3,255 94/xx  
DOLLARS

NORWEST BANK ARIZONA, N.A.  
SCOTTSDALE HOME OFFICE 38802  
SCOTTSDALE, ARIZONA 85251

FOR

99 Taxes 956-95-140

Kimble McClymonds

⑈001525⑈ ⑆122105278⑆5244201880⑈

⑈0000325594⑈

